

CHENIERE CREEK FIELD
06-1390 thru 06-1396

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, DECEMBER 5, 2006**, upon the application of **EOG RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B and C; the Hosston Formation, Reservoir D, and the Cotton Valley Formation, Reservoir A**, in the Cheniere Creek Field, Ouachita Parish, Louisiana.

HOSSTON A, B, C, D, E-1 AND E-2 ZONES, RESERVOIRS A, B, C AND
HOSSTON FORMATION, RESERVOIR D

1. To dissolve the following described seventy-two (72) drilling and production units created for the Hosston A, B, C, D, E-1 and E-2 Zones, Reservoirs A, B and C:

Unit Nomenclature

Order Creating Units

HOSS A, B, C, D, E-1 & E-2 RA SUE

Order Nos. 503 & 503-B-9

HOSS A, B, C, D, E-1 & E-2 RA SUR

Order No. 503-B-28

HOSS A, B, D, D, E-1 & E-2 RA SUS

Order No. 503-B-27

HOSS A, B, C, D, E-1 & E-2 RB SUA

Order Nos. 503-C, D, E, F, G & H

HOSS A, B, D, D, E-1 & E-2 RB SUD

Order Nos. 503-C-2, D-2, E-2, F-2, G-2 & H-2

HOSS A, B, C, D, E-1 & E-2 RC SUA

Order No. 503-B-29

HOSS A, B, C, D, E-1 & E-2 RC SUB

Order No. 503-B-29

HOSS A, B, C, D, E-1 & E-2 RC SUD

Order No. 503-B-29

HOSS A, B, C, D, E-1 & E-2 RC SUE

Order No. 503-B-29

HOSS A, B, C, D, E-1 & E-2 RC SUF

Order No. 503-B-37

HOSS A, B, C, D, E-1 & E-2 RC SUG

Order No. 503-B-37

HOSS A, B, C, D, E-1 & E-2 RC SUH

Order No. 503-B-37

2. Simultaneously with dissolution of the above described units, to create eighteen (18) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir D.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
4. To designate an operator of, and unit wells for, the proposed additional units as may be appropriate.
5. To permit applicant to combine downhole production from the Hosston Formation, Reservoir D, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on the identical units proposed for these formations and reservoirs in which the interests in the units are identical.
6. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 503-B-51, effective February 14, 2006, as amended and supplemented, and of all applicable Statewide Orders, to the proposed additional units for the Hosston Formation, Reservoir D.
7. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir D, was defined in Office of Conservation Order No. 503-B-51, effective February 14, 2006.

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The Hosston A, B, C and D Zones, Reservoir A, were defined in Office of Conservation Order No. 503, effective May 19, 1960.

The Hosston E-1 and E-2 Zones, Reservoir A, were defined in Office of Conservation Order No. 503-B-9, effective February 1, 1975.

The Hosston A, B, C, D, E-1 and E-2 Zones, Reservoir B, were defined, respectively, in Office of Conservation Order Nos. 503-C, 503-D, 503-E, 503-F, 503-G and 503-H, effective September 16, 1981.

The Hosston A, B, C, D, E-1 and E-2 Zones, Reservoir C, were defined in Office of Conservation Order No. 503-B-29, effective August 3, 1984.

COTTON VALLEY FORMATION, RESERVOIR A

1. To create sixteen (16) additional drilling and production units for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate an operator of, and unit wells for, the proposed additional units as may be appropriate.
4. To redefine the Cotton Valley Formation, Reservoir A, INsofar AND ONLY INsofar as to the sixteen (16) additional units proposed herein, as being the stratigraphic equivalent of the interval encountered between the measured depths of 9,480 feet and 13,010 feet in the O'Brien Operating Company (formerly Diamond Shamrock)-V German No. 1 Well, located in Section 25, Township 17 North, Range 1 East, Ouachita Parish, Louisiana.
5. To permit application to combine downhole production from the Hosston Formation, Reservoir D, with production from the Cotton Valley Formation, Reservoir A, in any well drilled on the identical units proposed for these formations and reservoirs in which well the interest in the units are identical.
6. To extend, except as in conflict herewith, the provisions of Office of Conservation Order No. 503-J, effective November 22, 1983, as amended and supplemented, and all applicable Statewide Orders, to the proposed additional units for the Cotton Valley Formation, Reservoir A.
7. To consider such other matters as may be pertinent.

The Cotton Valley Formation, Reservoir A, is currently defined in Office of Conservation Order No. 503-J, effective November 22, 1983.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Monroe**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

CHENIERE CREEK FIELD
06-1390 thru 06-1396

Baton Rouge, LA
10/31/06;11/3/06
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**IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH
DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-
ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275
IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.**